

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTED ASSETS
December 31, 2007 and 2006**

	<u>2007</u>	<u>2006</u>
Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>1,938</u>	\$ <u>641</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	159,464,882	130,032,912
Non-retirement Domestic Equity Pool	154,764,649	179,063,401
EAFE International Equity Pool	15,831,462	-
SOA International Equity Pool	<u>63,821,714</u>	<u>71,644,555</u>
Total marketable debt and equity securities	<u>393,882,707</u>	<u>380,740,868</u>
Income receivable	<u>6</u>	<u>2</u>
Total invested assets	<u>\$ <u>393,884,651</u></u>	<u>\$ <u>380,741,511</u></u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

**For the Month Ended
December 31, 2007**

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>6</u>	\$ <u>37</u>
Marketable debt and equity securities		
Broad Market Fixed Income Pool	265,528	7,763,770
Non-retirement Domestic Equity Pool	(955,869)	(4,116,979)
EAFE International Equity Pool	(364,952)	291,854
SOA International Equity Pool	(266,932)	2,340,456
Commission Recapture - International	<u>-</u>	<u>-</u>
Total income (loss) marketable debt and equities	<u>(1,322,225)</u>	<u>6,279,101</u>
Total investment income (loss)	(1,322,219)	6,279,138
Total invested assets, beginning of period	395,206,870	400,250,076
Net contributions (withdrawals)	<u>-</u>	<u>(12,644,563)</u>
Total invested assets, end of period	<u>\$ 393,884,651</u>	<u>\$ 393,884,651</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

POWER COST EQUALIZATION ENDOWMENT FUND
Asset Allocation Policy with Actual Investment Holdings as of
December 31, 2007
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/07

Fund established 5/24/00

	Asset Allocation		Market Values	Current Allocation	Current Variance
	Policy	Range			
Cash and cash equivalents					
Short-term Fixed Income Pool	Residual		2	0.00%	n/a
Total cash and cash equivalents	0.00%	0% - 2%	2	0.00%	n/a
Marketable debt securities					
Broad Market Fixed Income Pool	41.00%	36%-46%	159,465	40.49%	0.51%
Total Marketable debt securities	41.00%		159,465	40.49%	0.51%
Equities					
Non-retirement Domestic Equity Pool	42.00%	37%-47.%	154,765	39.29%	2.71%
International Equity Pools	17.00%	12%-22%	79,653	20.22%	-3.22%
Total investments AY 13	100.00%		393,885	100.00%	0.00%
Income Receivable			-		
Total Invested Assets At Fair Value			393,885		